

eSpeed, Inc. and Subsidiaries
RECONCILIATION of NON-GAAP FINANCIAL MEASURES TO GAAP (unaudited)
(in thousands)

	Three Months Ended		Six Months Ended	
	June 30,		June 30,	
	2005	2004	2005	2004
Revenues	\$ 37,455	\$ 42,845	\$ 76,359	\$ 87,483
GAAP revenues	\$ 37,455	\$ 42,845	\$ 76,359	\$ 87,483
Operating expenses	\$ 34,559	\$ 27,857	\$ 69,261	\$ 54,490
Amortization of business partner and non-employee securities [a]	143	142	260	586
Litigation costs [b]	1,036	-	3,018	-
Acquisition related fees [c]	4,124	-	4,124	-
GAAP expenses	\$ 39,862	\$ 27,999	\$ 76,663	\$ 55,076
Pre-tax operating income	\$ 2,896	\$ 14,988	\$ 7,098	\$ 32,993
Sum of reconciling items = - [a] - [b] - [c]	(5,303)	(142)	(7,402)	(586)
GAAP income before income tax provision	\$ (2,407)	\$ 14,846	\$ (304)	\$ 32,407
Income tax provision	\$ 1,026	\$ 5,860	\$ 2,552	\$ 12,899
Income tax benefit on non-operating loss [d]	(1,975)	(55)	(2,737)	(228)
GAAP income tax provision	\$ (949)	\$ 5,805	\$ (185)	\$ 12,671
Net operating income	\$ 1,870	\$ 9,128	\$ 4,546	\$ 20,094
Sum of reconciling items = - [a] - [b] - [c] - [d]	(3,328)	(87)	(4,665)	(358)
GAAP net income	\$ (1,458)	\$ 9,041	\$ (119)	\$ 19,736